

A tax is imposed, in Illinois, upon persons engaged in the business of selling at retail tangible personal property. See 35 ILCS 120/2 and 2-10. (This is a GIL).

February 19, 1999

Dear Ms. Xxxxx:

This letter is in response to your letter dated December 21, 1998. The nature of your letter and the information you have provided require that we respond with a General Information Letter, which is designed to provide general information, is not a statement of Department policy and is not binding on the Department. See 86 Ill. Adm. Code 1200.120(b) and (c), enclosed.

In your letter, you have stated and made inquiry as follows:

Our auditors are engaged in an audit of our financial statements. In connection with that audit, please confirm to them the correctness of the Replacement Tax, the Illinois State Income Tax, the Illinois State Income Tax Surcharge, and the Illinois Photo Processing Tax as listed on the attached sheets.

If the information is correct please sign in the space provided below; if incorrect please explain differences. A return envelope is enclosed for your convenience in replying to COMPANY.

We are unable to comply with your request to verify the tax numbers listed on the attachment to your letter. A tax is imposed, in Illinois, upon persons engaged in the business of selling at retail tangible personal property. See 35 ILCS 120/2 and 2-10. The tax is imposed at the rate of 6.25%. This 6.25% rate is comprised of a 5% rate for State government and a 1.25% rate allocated to local governments. In addition to this State tax rate, local taxes may be applicable.

I hope this information is helpful. The Department of Revenue maintains a Web site, which can be accessed at www.revenue.state.il.us. If you have further questions related to the Illinois sales tax laws, please contact the Department's Taxpayer Information Division at (217) 782-3336.

If you are not under audit and you wish to obtain a binding Private Letter Ruling regarding your factual situation, please submit all of the information set out in items 1 through 8 of the enclosed copy of Section 1200.110(b).

Very truly yours,

Melanie A. Jarvis
Associate Counsel

MAJ:msk
Enc.